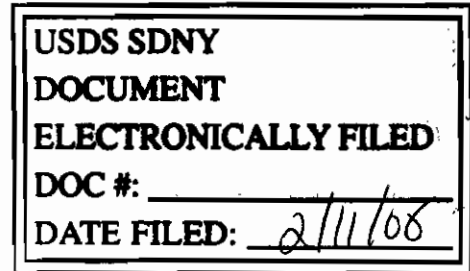


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UNITED STATES DISTRICT COURT  
 SOUTHERN DISTRICT OF NEW YORK

FEDERAL INSURANCE COMPANY;

Plaintiff,

- against -

EXPEDITORS INTERNATIONAL OF  
 WASHINGTON, INC. *et al.*

Defendants.

07 Civ. 3166 (PKC)

**STIPULATION & ORDER  
 OF DISCONTINUANCE**

EXPEDITORS INTERNATIONAL OF  
 WASHINGTON, INC., *et al.*

Third-Party Plaintiffs,

- against -

AIR FRANCE; FEDEX TRADE NETWORKS  
 TRANSPORT & BROKERAGE, INC.;

Third-Party Defendants.

An agreement having been reached between plaintiff and defendants New England Motor Freight, Inc. and FedEx Trade Networks Transportation and Brokerage Inc. to recommend settlement, it is hereby stipulated and agreed that this action including all cross-claims, third-party claims, and claims for indemnity, is discontinued as to all parties pursuant to Rule 41 (a) (1) (ii) Federal Rules of Civil Procedure, with prejudice but with each party to pay its own costs and attorney fees.

07 Civ. 3166 (PKC)  
Stipulation & Order of Discontinuance  
Page 2

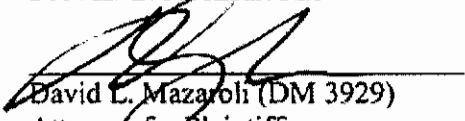
It is further stipulated and agreed that, if the settlement funds are not paid within sixty (60) days of the entry of this order, this action will be restored to the active docket of this Court upon letter application of plaintiff's counsel.

Dated: New York, New York  
February \_\_\_\_, 2007

SO ORDERED:

  
UNITED STATES DISTRICT JUDGE

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By:  p. + a

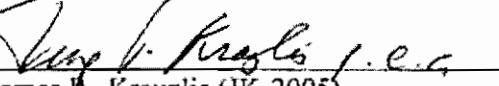
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07 Civ. 3166 (PKC)  
Stipulation & Order of Discontinuance  
Page 3

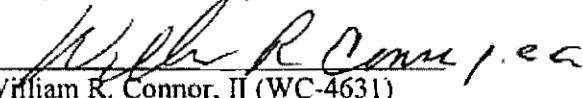
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